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FOR: The Research and Development and Production Review Board

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FROM: Chief, Engineering Division, OC

SUBJECT: Disposition of the manufacturing tools for the UGP-12 Gasoline Generator

1. The UGP-12, 125 watt portable gasoline engine generator, was procured under Agency Contract XG-760 with [redacted]

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[redacted] The automatic re-coil starter for the UGP-12 was built by the same company under Contract XG-1294. The manufacturing tools for these items are stored at the contractor's plant and at the many sub-contractor's plants throughout the country at a total monthly cost to the Agency of \$41.00. The storage Contract No. XG-1606 was initiated on 15 January 1955 and expires on 15 January 1957.

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2. The present open shelf storage of these tools is not considered adequate for long term preservation, and the contractor has expressed his desire to terminate the contract. It is requested, therefore, that the disposition of this tooling be advised. The following information is supplied in support of this request:

- a) 1000 UGP-12 Generators were delivered to the Agency between April and June 1954.
- b) Of this quantity 30 were transferred to the Signal Corps and 88 were drawn from stock for Agency use leaving a balance of 882 units in stock.
- c) Field maintenance tools and spare parts are included with each unit.
- d) Base spare parts were procured in quantities from 1% to 30% of the production quantity. A sample check of the supply records indicates that these parts are presently in stock in their original quantity.
- e) A present generator standardization program includes the UGP-12 on a list of proposed Agency standard equipment.
- f) The cubage of these tools when crated is estimated to be 750 cubic feet.
- g) The initial cost of the manufacturing tools was approximately \$61,000; the present annual storage fee is \$490.00.
- h) In 1955 the cost of packaging and crating these tools for shipment was estimated [redacted] to be \$3,300.00.

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3. If retention of the UGP-12 manufacturing tools is decided, suitable long term storage will be arranged. The cost of preparation for storage and shipment to the storage point, as estimated by the project engineer, will be \$5,000.000. On the other hand, if the Agency has no further use for the tools, disposition in the best interests of the government will be accomplished. This will include a survey of other branches of government which might have an interest in this equipment.



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